
State: District of Columbia **First Filing Company:** Sentry Insurance a Mutual Company, ...
TOI/Sub-TOI: 01.0 Property/01.0001 Commercial Property (Fire and Allied Lines)
Product Name: Commercial Property
Project Name/Number: C/W - Equipment Breakdown Schedule Rating - 01 71 74 DO - 2020/005.9930-20015

Filing at a Glance

Companies: Sentry Insurance a Mutual Company
Middlesex Insurance Company

Product Name: Commercial Property

State: District of Columbia

TOI: 01.0 Property

Sub-TOI: 01.0001 Commercial Property (Fire and Allied Lines)

Filing Type: Rule

Date Submitted: 11/11/2019

SERFF Tr Num: SEPX-132150135

SERFF Status: Submitted to State

State Tr Num:

State Status:

Co Tr Num: CW EQUIPMENT BREAKDOWN

Effective Date 03/01/2020

Requested (New):

Effective Date 03/01/2020

Requested (Renewal):

Author(s): Kelly Ballard

Reviewer(s):

Disposition Date:

Disposition Status:

Effective Date (New):

Effective Date (Renewal):

State: District of Columbia **First Filing Company:** Sentry Insurance a Mutual Company, ...
TOI/Sub-TOI: 01.0 Property/01.0001 Commercial Property (Fire and Allied Lines)
Product Name: Commercial Property
Project Name/Number: C/W - Equipment Breakdown Schedule Rating - 01 71 74 DO - 2020/005.9930-20015

General Information

Project Name: C/W - Equipment Breakdown Schedule Rating - Status of Filing in Domicile:
01 71 74 DO - 2020

Project Number: 005.9930-20015

Domicile Status Comments:

Reference Organization:

Reference Number:

Reference Title:

Advisory Org. Circular:

Filing Status Changed: 11/11/2019

State Status Changed:

Deemer Date:

Created By: Kelly Ballard

Submitted By: Kelly Ballard

Corresponding Filing Tracking Number:

Filing Description:

Sentry Insurance a Mutual Company // NAIC: 169-24988 // FEIN: 39-0333950

Middlesex Insurance Company // NAIC: 169-23434 // FEIN: 04-1619070

For policies written on or after: 3-1-2020

Please find the attached filing (with revisions to our Equipment Breakdown program) for your review. We are filing to introduce a schedule rating program for our Equipment Breakdown coverage which is reinsured through a third party. These revised rules provide the ability to adjust our Equipment Breakdown rate accordingly for individual risks that may have unique exposures that differentiate them from the average risk.

Thank you,
Kelly Ballard
Product & Compliance Analyst
kelly.ballard@sentry.com
715-346-8492

Company and Contact

Filing Contact Information

Kelly Ballard, Product & Compliance
Analyst

Kelly.Ballard@sentry.com

1800 North Point Drive
Stevens Point, WI 54481

715-346-8492 [Phone]

State: District of Columbia **First Filing Company:** Sentry Insurance a Mutual Company, ...
TOI/Sub-TOI: 01.0 Property/01.0001 Commercial Property (Fire and Allied Lines)
Product Name: Commercial Property
Project Name/Number: C/W - Equipment Breakdown Schedule Rating - 01 71 74 DO - 2020/005.9930-20015

Filing Company Information

Sentry Insurance a Mutual Company	CoCode: 24988	State of Domicile: Wisconsin
1800 North Point Drive	Group Code: 169	Company Type:
Stevens Point, WI 54481	Group Name: Sentry Insurance	State ID Number:
(715) 346-6000 ext. [Phone]	Group	
	FEIN Number: 39-0333950	

Middlesex Insurance Company	CoCode: 23434	State of Domicile: Wisconsin
1800 North Point Drive	Group Code: 169	Company Type:
Stevens Point, WI 54481	Group Name: Sentry Insurance	State ID Number:
(715) 346-6000 ext. [Phone]	Group	
	FEIN Number: 04-1619070	

Filing Fees

Fee Required?	No
Retaliatory?	No
Fee Explanation:	

SERFF Tracking #:	SEPX-132150135	State Tracking #:		Company Tracking #:	CW EQUIPMENT BREAKDOWN
State:	District of Columbia	First Filing Company:	Sentry Insurance a Mutual Company, ...		
TOI/Sub-TOI:	01.0 Property/01.0001 Commercial Property (Fire and Allied Lines)				
Product Name:	Commercial Property				
Project Name/Number:	C/W - Equipment Breakdown Schedule Rating - 01 71 74 DO - 2020/005.9930-20015				

Rate Information

Rate data does NOT apply to filing.

State:	District of Columbia	First Filing Company:	Sentry Insurance a Mutual Company, ...
TOI/Sub-TOI:	01.0 Property/01.0001 Commercial Property (Fire and Allied Lines)		
Product Name:	Commercial Property		
Project Name/Number:	C/W - Equipment Breakdown Schedule Rating - 01 71 74 DO - 2020/005.9930-20015		

Rate/Rule Schedule

Item No.	Schedule Item Status	Exhibit Name	Rule # or Page #	Rate Action	Previous State Filing Number	Attachments
1		COMMERCIAL LINES MANUAL - COMPANY EXCEPTION PAGE	CF-CE-18,19	Replacement		Final CF-CE-18, 19 03 20 SIAMCO PG MDX.pdf

**COMMERCIAL LINES MANUAL
DIVISION FIVE – FIRE AND ALLIED LINES
COMPANY EXCEPTION PAGE**

Multiply the limit of insurance for subject property by the Equipment Breakdown rate.

2. No premium charge is required for the following property:
 - a) Property under construction
 - b) Property in the open and outdoor property
 - c) Property of others
 - d) Household property
 - e) Property at undeclared locations
3. Increased Consequential Loss Limit. Refer to reinsurance company for adjusted rates.
4. Increased Refrigeration Contamination Limit. Refer to reinsurance company for adjusted rates.
5. Equipment Breakdown Rate. The above Manufacturing or Non-manufacturing rate will be increased to reflect the following (when applicable):
 - a) Increased Consequential Loss Limit
 - b) Increased Refrigeration Contamination Limit
 - c) Cost of facultative reinsurance
6. The equipment breakdown rates for the risk may be modified in accordance with the below rating table to recognize such special characteristics of the risk as are not fully reflected in the basic company premium or company rates. The credits or debits given under the various risk characteristics shall be added together to obtain a total individual risk premium modification. The combined modification, plus one, shall be applied multiplicatively along with other modifiers to be applied to the rate. *These rate modifications can only be used with the prior written approval of the REINSURER.*
 - a) The schedule rating plan only applies to accounts with a total Equipment Breakdown premium (prior to application of schedule rating) of \$2,500 or greater.
 - b) Schedule/IRPM rating table:

<u>Risk Characteristics</u>	<u>Maximum Credit</u>		<u>Maximum Debit</u>
A. Age of Equipment	10%	to	10%
B. Protection	10%	to	10%
C. Maintenance of Equipment	10%	to	10%
D. Accessibility and Ease of Repairing or Replacing equipment	10%	to	10%
E. Condition of Equipment	10%	to	10%
F. Unique Equipment	10%	to	10%
 - c) The maximum schedule/IRPM credit or debit to be applied to the Equipment Breakdown premium shall not exceed +25/-25%, unless otherwise noted in the state exception pages.
 - d) The schedule/IRPM rating factors during the policy term due to mid-term changes; all changes during the policy term will be applied to the subsequent renewal.

**COMMERCIAL LINES MANUAL
DIVISION FIVE – FIRE AND ALLIED LINES
COMPANY EXCEPTION PAGE**

Multiply the limit of insurance for subject property by the Equipment Breakdown rate.

2. No premium charge is required for the following property:
 - a) Property under construction
 - b) Property in the open and outdoor property
 - c) Property of others
 - d) Household property
 - e) Property at undeclared locations
3. Increased Consequential Loss Limit. Refer to reinsurance company for adjusted rates.
4. Increased Refrigeration Contamination Limit. Refer to reinsurance company for adjusted rates.
5. Equipment Breakdown Rate. The above Manufacturing or Non-manufacturing rate will be increased to reflect the following (when applicable):
 - a) Increased Consequential Loss Limit
 - b) Increased Refrigeration Contamination Limit
 - c) Cost of facultative reinsurance
6. The equipment breakdown rates for the risk may be modified in accordance with the below rating table to recognize such special characteristics of the risk as are not fully reflected in the basic company premium or company rates. The credits or debits given under the various risk characteristics shall be added together to obtain a total individual risk premium modification. The combined modification, plus one, shall be applied multiplicatively along with other modifiers to be applied to the rate. *These rate modifications can only be used with the prior written approval of the REINSURER.*
 - a) The schedule rating plan only applies to accounts with a total Equipment Breakdown premium (prior to application of schedule rating) of \$2,500 or greater.
 - b) Schedule/IRPM rating table:

<u>Risk Characteristics</u>	<u>Maximum Credit</u>		<u>Maximum Debit</u>
A. Age of Equipment	10%	to	10%
B. Protection	10%	to	10%
C. Maintenance of Equipment	10%	to	10%
D. Accessibility and Ease of Repairing or Replacing equipment	10%	to	10%
E. Condition of Equipment	10%	to	10%
F. Unique Equipment	10%	to	10%
 - c) The maximum schedule/IRPM credit or debit to be applied to the Equipment Breakdown premium shall not exceed +25/-25%, unless otherwise noted in the state exception pages.
 - d) The schedule/IRPM rating factors during the policy term due to mid-term changes; all changes during the policy term will be applied to the subsequent renewal.

**COMMERCIAL LINES MANUAL
DIVISION FIVE – FIRE AND ALLIED LINES
COMPANY EXCEPTION PAGE**

Rule 74-2 Reserved for future use.

Rule 74-3 FALSE PRETENSE COVERAGE

- A.** Description of Coverage. This coverage applies to property the insured rents or leases to another party and to property temporarily away from the insured's premises for demonstration or trial. The Voluntary Parting exclusion does not apply to this property when False Pretense Coverage is written.
- B.** Limit of Insurance. The limit of insurance will be displayed in the declarations; limits available are \$25,000, \$50,000 or \$100,000 per occurrence.
- C.** Deductible. The deductible is \$250.
- D.** Form. Use endorsement CP 80 25.
- E.** Premium Determination. Multiply the applicable rate by the exposure (in \$1,000s).

Exposure is the total value of all property subject to this coverage.

	<u>LIMIT</u>	<u>RATE</u>
\$	25,000	\$ 1.50
	50,000	2.00
	100,000	2.25

**COMMERCIAL LINES MANUAL
DIVISION FIVE – FIRE AND ALLIED LINES
COMPANY EXCEPTION PAGE**

Rule 74-2 Reserved for future use.

Rule 74-3 FALSE PRETENSE COVERAGE

- A.** Description of Coverage. This coverage applies to property the insured rents or leases to another party and to property temporarily away from the insured's premises for demonstration or trial. The Voluntary Parting exclusion does not apply to this property when False Pretense Coverage is written.
- B.** Limit of Insurance. The limit of insurance will be displayed in the declarations; limits available are \$25,000, \$50,000 or \$100,000 per occurrence.
- C.** Deductible. The deductible is \$250.
- D.** Form. Use endorsement CP 80 25.
- E.** Premium Determination. Multiply the applicable rate by the exposure (in \$1,000s).

Exposure is the total value of all property subject to this coverage.

<u>LIMIT</u>	<u>RATE</u>
\$ 25,000	\$ 1.50
50,000	2.00
100,000	2.25

State:	District of Columbia	First Filing Company:	Sentry Insurance a Mutual Company, ...
TOI/Sub-TOI:	01.0 Property/01.0001 Commercial Property (Fire and Allied Lines)		
Product Name:	Commercial Property		
Project Name/Number:	C/W - Equipment Breakdown Schedule Rating - 01 71 74 DO - 2020/005.9930-20015		

Supporting Document Schedules

Bypassed - Item:	Consulting Authorization
Bypass Reason:	NA
Attachment(s):	
Item Status:	
Status Date:	

Bypassed - Item:	Actuarial Certification (P&C)
Bypass Reason:	NA
Attachment(s):	
Item Status:	
Status Date:	

Bypassed - Item:	District of Columbia and Countrywide Experience for the Last 5 Years (P&C)
Bypass Reason:	NA
Attachment(s):	
Item Status:	
Status Date:	

Bypassed - Item:	District of Columbia and Countrywide Loss Ratio Analysis (P&C)
Bypass Reason:	NA
Attachment(s):	
Item Status:	
Status Date:	

Satisfied - Item:	Mark up
Comments:	
Attachment(s):	mark up CF CE SIAMCO-PG-MDX rev.pdf
Item Status:	
Status Date:	

**COMMERCIAL LINES MANUAL
DIVISION FIVE – FIRE AND ALLIED LINES
COMPANY EXCEPTION PAGE**

Multiply the limit of insurance for subject property by the Equipment Breakdown rate.

2. No premium charge is required for the following property:
 - a) Property under construction
 - b) Property in the open and outdoor property
 - c) Property of others
 - d) Household property
 - e) Property at undeclared locations
3. Increased Consequential Loss Limit. Refer to reinsurance company for adjusted rates.
4. Increased Refrigeration Contamination Limit. Refer to reinsurance company for adjusted rates.
5. Equipment Breakdown Rate. The above Manufacturing or Non-manufacturing rate will be increased to reflect the following (when applicable):
 - a) Increased Consequential Loss Limit
 - b) Increased Refrigeration Contamination Limit
 - c) Cost of facultative reinsurance

6. The equipment breakdown rates for the risk may be modified in accordance with the below rating table to recognize such special characteristics of the risk as are not fully reflected in the basic company premium or company rates. The credits or debits given under the various risk characteristics shall be added together to obtain a total individual risk premium modification. The combined modification, plus one, shall be applied multiplicatively along with other modifiers to be applied to the rate. These rate modifications can only be used with the prior written approval of the REINSURER.

a) The schedule rating plan only applies to accounts with a total Equipment Breakdown premium (prior to application of schedule rating) of \$2,500 or greater.

b) Schedule/IRPM rating table:

<u>Risk Characteristics</u>	<u>Maximum Credit</u>		<u>Maximum Debit</u>
<u>A. Age of Equipment</u>	<u>10%</u>	<u>to</u>	<u>10%</u>
<u>B. Protection</u>	<u>10%</u>	<u>to</u>	<u>10%</u>
<u>C. Maintenance of Equipment</u>	<u>10%</u>	<u>to</u>	<u>10%</u>
<u>D. Accessibility and Ease of Repairing or Replacing equipment</u>	<u>10%</u>	<u>to</u>	<u>10%</u>
<u>E. Condition of Equipment</u>	<u>10%</u>	<u>to</u>	<u>10%</u>
<u>F. Unique Equipment</u>	<u>10%</u>	<u>to</u>	<u>10%</u>

c) The maximum schedule/IRPM credit or debit to be applied to the Equipment Breakdown premium shall not exceed +25/-25%, unless otherwise noted in the state exception pages.

d) The schedule/IRPM rating factors during the policy term due to mid-term changes; all changes during the policy term will be applied to the subsequent renewal.

Rule 74-2 Reserved for future use.

**SENTRY INSURANCE A MUTUAL COMPANY
PATRIOT GENERAL INSURANCE COMPANY
CF-CE-18**

Edition 10-1803-20

clb05031 (CFCE)

Formatted: Indent: Left: 0.88", Space After: 6 pt

Formatted: Font: 11 pt, Not Italic

Formatted: Underline

Formatted: Centered

Formatted: Indent: First line: 0"

Formatted: Indent: Left: 1.19", Hanging: 0.06"

**COMMERCIAL LINES MANUAL
DIVISION FIVE – FIRE AND ALLIED LINES
COMPANY EXCEPTION PAGE**

Multiply the limit of insurance for subject property by the Equipment Breakdown rate.

2. No premium charge is required for the following property:
 - a) Property under construction
 - b) Property in the open and outdoor property
 - c) Property of others
 - d) Household property
 - e) Property at undeclared locations
3. Increased Consequential Loss Limit. Refer to reinsurance company for adjusted rates.
4. Increased Refrigeration Contamination Limit. Refer to reinsurance company for adjusted rates.
5. Equipment Breakdown Rate. The above Manufacturing or Non-manufacturing rate will be increased to reflect the following (when applicable):
 - a) Increased Consequential Loss Limit
 - b) Increased Refrigeration Contamination Limit
 - c) Cost of facultative reinsurance

6. The equipment breakdown rates for the risk may be modified in accordance with the below rating table to recognize such special characteristics of the risk as are not fully reflected in the basic company premium or company rates. The credits or debits given under the various risk characteristics shall be added together to obtain a total individual risk premium modification. The combined modification, plus one, shall be applied multiplicatively along with other modifiers to be applied to the rate. These rate modifications can only be used with the prior written approval of the REINSURER.

a) The schedule rating plan only applies to accounts with a total Equipment Breakdown premium (prior to application of schedule rating) of \$2,500 or greater.

b) Schedule/IRPM rating table:

<u>Risk Characteristics</u>	<u>Maximum Credit</u>		<u>Maximum Debit</u>
<u>A. Age of Equipment</u>	<u>10%</u>	<u>to</u>	<u>10%</u>
<u>B. Protection</u>	<u>10%</u>	<u>to</u>	<u>10%</u>
<u>C. Maintenance of Equipment</u>	<u>10%</u>	<u>to</u>	<u>10%</u>
<u>D. Accessibility and Ease of Repairing or Replacing equipment</u>	<u>10%</u>	<u>to</u>	<u>10%</u>
<u>E. Condition of Equipment</u>	<u>10%</u>	<u>to</u>	<u>10%</u>
<u>F. Unique Equipment</u>	<u>10%</u>	<u>to</u>	<u>10%</u>

c) The maximum schedule/IRPM credit or debit to be applied to the Equipment Breakdown premium shall not exceed +25/-25%, unless otherwise noted in the state exception pages.

d) The schedule/IRPM rating factors during the policy term due to mid-term changes; all changes during the policy term will be applied to the subsequent renewal.

Rule 74-2 Reserved for future use.

**MIDDLESEX INSURANCE COMPANY
CF-CE-18**

Edition 10-18 03-20

clb05031 (CFCE)

Formatted: Indent: Left: 0.88", Space After: 6 pt

Formatted: Font: 11 pt, Not Italic

Formatted: Underline

Formatted: Centered

Formatted: Indent: First line: 0"

**COMMERCIAL LINES MANUAL
DIVISION FIVE – FIRE AND ALLIED LINES
COMPANY EXCEPTION PAGE**

Rule 74-3 FALSE PRETENSE COVERAGE

- A.** Description of Coverage. This coverage applies to property the insured rents or leases to another party and to property temporarily away from the insured's premises for demonstration or trial. The Voluntary Parting exclusion does not apply to this property when False Pretense Coverage is written.
- B.** Limit of Insurance. The limit of insurance will be displayed in the declarations; limits available are \$25,000, \$50,000 or \$100,000 per occurrence.
- C.** Deductible. The deductible is \$250.
- D.** Form. Use endorsement CP 80 25.
- E.** Premium Determination. Multiply the applicable rate by the exposure (in \$1,000s).

Exposure is the total value of all property subject to this coverage.

<u>LIMIT</u>	<u>RATE</u>
\$ 25,000	\$ 1.50
50,000	2.00
100,000	2.25

**COMMERCIAL LINES MANUAL
DIVISION FIVE – FIRE AND ALLIED LINES
COMPANY EXCEPTION PAGE**

Rule 74-3 FALSE PRETENSE COVERAGE

- A.** Description of Coverage. This coverage applies to property the insured rents or leases to another party and to property temporarily away from the insured's premises for demonstration or trial. The Voluntary Parting exclusion does not apply to this property when False Pretense Coverage is written.
- B.** Limit of Insurance. The limit of insurance will be displayed in the declarations; limits available are \$25,000, \$50,000 or \$100,000 per occurrence.
- C.** Deductible. The deductible is \$250.
- D.** Form. Use endorsement CP 80 25.
- E.** Premium Determination. Multiply the applicable rate by the exposure (in \$1,000s).

Exposure is the total value of all property subject to this coverage.

<u>LIMIT</u>	<u>RATE</u>
\$ 25,000	\$ 1.50
50,000	2.00
100,000	2.25